GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:553
ANSWERED ON:02.03.2007
LIC SCHEMES
Rao Shri Sambasiva Rayapati

Will the Minister of FINANCE be pleased to state:

(a) the various schemes under the Life Insurance Corporation of India (LIC),

(b) the profit earned under each scheme during the last two years;

(c) whether any specific scheme is proposed to be introduced by LIC during the current year keeping in view the competition from other world level insurance companies in the country, and

(d) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PAW AN KUMAR BANSAL)

(a) : Life Insurance Corporation of India (LIC) has reported that, at present, it is offering 46 plans for life insurance on individual lives, details of which can be obtained from LIC`s website www.Hcindia.in.

(b): As per section 24 of LIC Act, 1956, LIC maintains a pooled fund and the surplus declared is for the whole of the fund and not plan-wise. The bonus for each plan is decided based on the bonus earning capacity of that plan, which in turn depends on the experience vis-a-vis the assumptions made in pricing. The surplus disclosed as a result of Actuarial valuation during the last 2 years is as under:

(Rs. in Crore)

Year	Surplus for Regular bonuses	Surplus for special One-time Bonuses	Total Surplus
2004-05	11,693.68	2210.53	13,904.21
2005-06	12,404.82	Nil	12,404.82

(c) & (d) : LIC has already introduced seven new life insurance schemes during the current financial year and is not likely to introduce more in the remaining period of the current year.